Joint Committee on Taxation
August 4, 1989
JCX-42-89

- Ways and Means Committee -
1989 REVENUE RECONCILIATION -- CHAIRMAN ROSTENKOWSKI'S PROPOSED MODIFICATION

Fiscal Years 1990-1994

[Millions of Dollars]

Item	1990	1991	1992	1993	1994	1990-94
I. CHAIRMAN'S MARK, as modified by previous Committee action (1)	**3,651**	**2,373**	**-2,780**	**-3,022**	**-4,654**	**-4,456**
II. REVENUE-RAISING OFFSETS						
A. Tax on Ozone-Depleting Chemicals (effective 10/1/89) (2)	370	550	730	1,180	1,480	4,310
B. Permanent Extension of Telephone Excise Tax	--	1,717	2,737	2,936	3,149	10,539
C. Index Capital Gains for Inflation and Provide a Minimum Basis Based on Length of Time Asset is Held (3)	1,183	-61	-219	-461	-578	-136
D. Modify Collection Period of Airline Ticket Tax (effective for tax billed after June 30, 1990)	56	-27	2	2	2	35
E. Payroll Tax Speedup for Large Companies, $1 million threshold (effective: 20% for 1990, 70% for 1991, 80% for 1992, 90% for 1993, and 100% thereafter)	281	1,110	780	-1,166	770	1,775
Subtotal, REVENUE-RAISING OFFSETS	**1,890**	**3,289**	**4,030**	**2,491**	**4,823**	**16,523**
GRAND TOTALS	**5,541**	**5,662**	**1,250**	**-531**	**169**	**12,067**

(1) Estimate total includes a loss of $24 million in FY 1989.
(2) Estimate covers only Montreal Protocol chemicals.
(3) 25% of sale price minimum basis for assets held more than 5 and less than 10 years; 50% minimum basis after 10 years.

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